

CLIENT ALERT

Changes to Acquisition Thresholds On the Way

On July 2, 2015, the FAR Council published a final rule, effective October 1, 2015, increasing the micro-purchase base threshold to \$3,500 (from \$3,000), that for use of simplified acquisition procedures for acquisition of commercial items to \$7 million (from \$6.5 million), the cost or pricing data threshold and the Cost Accounting Standard threshold to \$750,000 (from \$700,000), the prime contractor subcontracting plan floor to \$700,000 (from \$650,000), and the threshold for reporting first-tier subcontract information (including executive compensation) to \$30,000 (from \$25,000). The simplified acquisition threshold (\$150,000) and the construction threshold (\$1.5 million) will remain at current levels.

For more information, please contact the professional(s) listed below, or your regular Crowell & Moring contact.

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